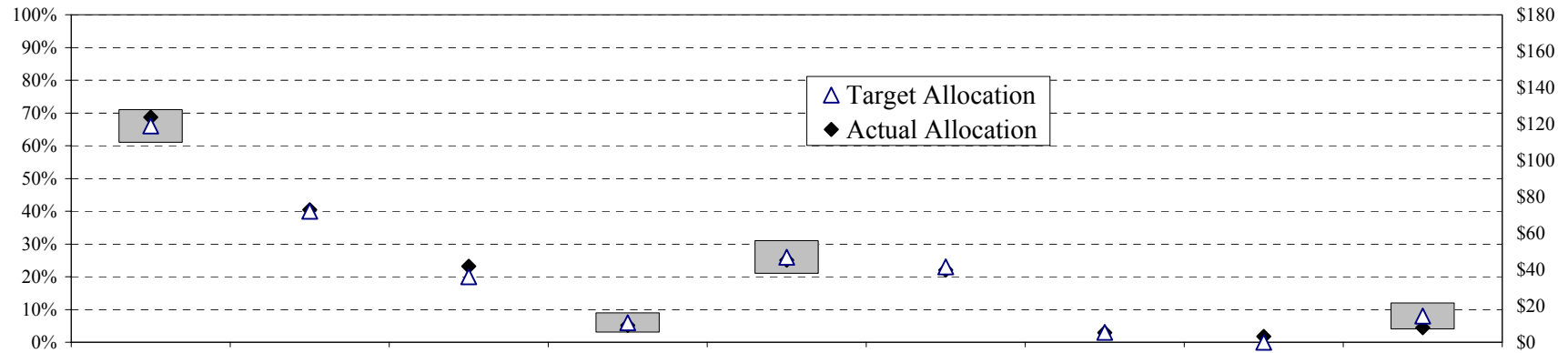


CaIPERS

Asset Allocation as of January 31, 2006

Total Fund Market Value: **\$207,161,691,070**



	Total Equity	Domestic Equity	Non-U.S. Equity	Private Equity	Global Fixed	Domestic Fixed	Non-U.S. Fixed	Cash ²	Real Estate	Total Fund
Target Range	61-71%	N/A	N/A	3-9%	21-31%	N/A	N/A	N/A	4-12%	N/A
Strategic %	66.0%	40.0%	20.0%	6.0%	26.0%	23.0%	3.0%	0.0%	8.0%	N/A
Actual %	68.7%	40.4%	23.2%	5.1%	25.0%	22.1%	3.0%	1.7%	4.5%	N/A
Variance %	2.7%	0.4%	3.2%	(0.9%)	(1.0%)	(0.9%)	(0.0%)	1.7%	(3.5%)	N/A
Strategic \$ ³	\$136.7	\$82.9	\$41.4	\$12.4	\$53.9	\$47.6	\$6.2	\$0.0	\$16.6	N/A
Actual \$ ^{3 4}	\$142.4	\$83.7	\$48.1	\$10.6	\$51.9	\$45.7	\$6.2	\$3.6	\$9.3	N/A
Variance \$ ³	\$5.7	\$0.8	\$6.7	(\$1.8)	(\$2.0)	(\$2.0)	(\$0.1)	\$3.6	(\$7.3)	N/A
% Passive	57.5%	81.0%	29.4%	0.0%	0.0%	0.0%	0.0%	0.0%	4.9%	39.8%
% Active	42.5%	19.0%	70.6%	100.0%	100.0%	100.0%	100.0%	100.0%	95.1%	60.2%
% Internal ¹	51.6%	81.0%	12.0%	0.0%	87.6%	99.4%	0.0%	43.2%	4.9%	58.4%
% External ¹	48.4%	19.0%	88.0%	100.0%	12.4%	0.6%	100.0%	56.8%	95.1%	41.6%

MDP Venture accounts included in MDP's primary asset class. MDP Fixed and Enhanced Index Equity roll to External Domestic Equity.

¹ For cash percentage only, average over previous 6 months.

² Cash includes SMIF at STO.

³ (\$ Billion)

⁴ Based upon Trade Date Accounting as recommended by CFA Institute GIPS Standards.

Private Equity Asset Allocation as of 01/31/2006			
Funded	\$(in Billions)	% Allocation	Target Range
Current Market Value	\$10.59	5.1%	
Unfunded Commitment	\$10.20	4.9%	
Current Market Value plus Unfunded Commitment	\$20.79	10.0%	3-9%

CalPERS Total Fund Top 20 Company Exposures

Based on Total Market Values as of 1/31/2006

Company Name	Equity Exposure				Total Equity Market Value	Fixed Income Exposure			Total FI Market Value	Real Estate Exposure (1)	TOTAL Market Value	% of Total Fund(3)
	Internally Managed Active	Internally Managed Passive	Externally Managed Active	Externally Managed Passive		Internal	External	Sec. Lending(2)				
GENERAL ELECTRIC	263,721,897	1,274,299,225	186,864,819		1,724,885,941	73,457,492	76,067,904	897,182,973	1,046,708,369		2,771,594,310	0.91%
EXXON MOBIL CORP	268,507,125	1,473,162,925	256,425,742		1,998,095,792				0		1,998,095,792	0.97%
BANK OF AMERICA CORP	110,228,237	757,048,420	145,719,945		1,012,996,602	53,271,261	14,513,871	432,196,000	499,981,132		1,512,977,734	0.52%
MICROSOFT CORP	189,056,160	1,094,120,125	198,579,164		1,481,755,449				0		1,481,755,449	0.72%
CITIGROUP	118,859,211	899,501,722	204,102,055		1,222,462,988	80,492,904	51,963,354	0	132,456,258		1,354,919,246	0.66%
BERKSHIRE HATHAWAY	127,688,326	508,425,058	21,027,840		657,141,224	199,662,244	1,001,009	200,064,500	400,727,753		1,057,868,977	0.42%
WAL MART STORES INC	118,922,070	704,556,189	49,178,124		872,656,383	130,173,935	4,175,640	0	134,349,575		1,007,005,958	0.49%
PFIZER INC	127,865,419	718,267,032	138,750,221		984,882,672	5,609,645	0	0	5,609,645		990,492,317	0.48%
PROCTER + GAMBLE CO	102,160,852	742,499,699	90,383,795		935,044,346	4,936,532	0	0	4,936,532		939,980,878	0.46%
HSBC HOLDINGS	0	213,291,662	116,753,810	209,962,224	540,007,696	152,058,744	5,650,551	202,503,930	360,213,225		900,220,921	0.34%
JOHNSON + JOHNSON	124,014,811	632,433,648	119,915,489		876,363,948	0	0	0	0		876,363,948	0.43%
CHEVRONTXACO CORP	103,990,175	492,283,952	103,094,843		699,368,970	118,811,303	0	0	118,811,303		818,180,273	0.40%
JPMORGAN CHASE & CO	107,173,513	514,173,605	82,775,957		704,123,075	0	4,538,866	100,044,550	104,583,416	8,828,590	817,535,081	0.35%
AMERICAN INTL GROUP INC	85,249,344	629,417,538	70,958,313		785,625,195	9,251,157	4,510,879	0	13,762,036		799,387,231	0.39%
VERIZON COMMUNICATIONS	46,658,257	343,738,552	61,586,241		451,983,050	268,606,874	9,408,208	0	278,015,082		729,998,132	0.35%
CIT GROUP INC. (THE)	4,061,254	38,991,540	18,863,051		61,915,845	101,300,451	6,656,579	545,490,403	653,447,433		715,363,278	0.08%
INTEL CORP	118,424,788	480,108,567	99,858,928		698,392,283	0	0	0	0		698,392,283	0.34%
WELLS FARGO & COMPANY	51,747,201	392,974,012	41,310,382		486,031,595	7,780,987	200,487,228	0	208,268,215		694,299,810	0.34%
ROYAL DUTCH SHELL	0	266,228,149	167,048,678	260,347,548	693,624,375	0	0	0	0		693,624,375	0.34%
PRUDENTIAL FINL INC	258,679,890	153,987,426	248,305,920		660,973,236	0	0	0	0		660,973,236	0.32%

(1) Real Estate exposure data only includes the 20 companies with the highest annual lease revenues for each core partnership, excludes properties in escrow. The market value exposures are calculated based only on two years of expected lease revenues.

(2) Does not include Repos

(3) Excludes securities lending exposure

TARGET PERCENTAGE COMPARISON ASSET ALLOCATION¹ As of January 31, 2006

(A) <u>Asset Class</u>	(B) <u>Market Value</u> (\$ Billion)	(C) <u>Current</u> <u>Allocation</u>	(D) <u>Target</u>	(E) <u>Macro</u> <u>Ranges</u>	(F) <u>Difference</u> <u>(C-D)</u>
Total Cash Equivalents	3.6	1.7 %	0.0 %		1.7 %
Total AIM: Direct/Partnership	10.6	5.1	6.0	3-9 %	-0.9
Total Global Fixed Income	51.9	25.0	26.0	21-31 %	-1.0
Equities					
Domestic ²	83.7	40.4	40.0		0.4
International	<u>48.1</u>	<u>23.2</u>	<u>20.0</u>		<u>3.2</u>
Total Equities	131.8	63.6	60.0	61-71 %	3.6
Total Real Estate	9.3	4.5	8.0	4-12 %	-3.5
Total Equities & Real Estate	<u>141.1</u>	<u>68.1</u>	<u>68.0</u>		0.1
Total Fund	<u><u>207.2</u></u>	<u><u>100.0 %</u></u>	<u><u>100.0 %</u></u>		

¹ As allocated to managers.

² Included is MDP Investment: LM Capital Investment: Total Market Value=**\$180.9M**.

* Figures for this report are rounded for viewing purposes. Calculations are based on actual values.
When summing net amounts on this report, there may be breakage.

TARGET DOLLAR COMPARISON
ASSET ALLOCATION
As of January 31, 2006

(A) <u>Asset Class</u>	(B) Current <u>Allocation</u>	(C) <u>Market Value</u> (\$ Billion)	(D) <u>New Policy</u> ¹ (\$ Billion)	(E) Difference <u>(D-C)</u> (\$ Billion)
Total Cash Equivalents	1.7 %	3.6	0.0	-3.6
Total AIM: Direct/Partnership	5.1	10.6	12.4	1.8
Total Global Fixed Income	25.0	51.9	53.9	2.0
Equities				
Domestic ²	40.4	83.7	82.9	-0.8
International	<u>23.2</u>	<u>48.1</u>	<u>41.4</u>	<u>-6.7</u>
Total Equities	63.6	131.8	124.3	-7.5
Total Real Estate	4.5	9.3	16.6	7.3
	<hr/>	<hr/>	<hr/>	<hr/>
Total Equities & Real Estate	68.1	141.1	140.9	-0.2
	<hr/>	<hr/>	<hr/>	
Total Fund	<u>100.0 %</u>	<u>207.2</u>	<u>207.2</u>	

¹ New Policy: Strategic asset allocation targets effective January 1, 2005.

² Included is MDP Investment: LM Capital Investment: Total Market Value=**\$180.9M**.

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MONTHLY PROGRESS REPORT

ASSET ALLOCATION¹

As of January 31, 2006

(A)	(B)	(C)	(D)	(E)
<u>Asset Class</u>	<u>12/31/2005 Market Value (\$ Billion)</u>	<u>1/31/2006 Market Value (\$ Billion)</u>	<u>Difference (C-B) (\$ Billion)</u>	<u>Target (\$ Billion)</u>
Total Cash Equivalents	6.3	3.6	-2.6	0.0
Total AIM: Direct/Partnership	10.1	10.6	0.5	12.4
Total Global Fixed Income	49.2	51.9	2.7	53.9
Equities				
Domestic ²	80.7	83.7	3.0	82.9
International	<u>45.3</u>	<u>48.1</u>	<u>2.8</u>	<u>41.4</u>
Total Equities	126.1	131.8	5.7	124.3
Total Real Estate	9.3	9.3	0.0	16.6
	<hr/>	<hr/>	<hr/>	<hr/>
Total Equities & Real Estate	135.3	141.1	5.8	140.9
	<hr/>	<hr/>	<hr/>	<hr/>
Total Fund	<u>200.9</u>	<u>207.2</u>	<u>6.3</u>	<u>207.2</u>

¹ Monthly progress report toward new policy targets.

² Included is MDP Investment: LM Capital Investment: Total Market Value=\$180.9M.

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When summing net amounts on this report, there may be breakage.

BOOK VS MARKET VALUE

As of January 31, 2006

(A) <u>Asset Class</u>	(B) <u>Book</u> <u>Value</u> (\$ Billion)	(C) <u>Market</u> <u>Value</u> (\$ Billion)	(D) <u>Difference</u> <u>(C - B)</u> (\$ Billion)
Total Cash Equivalents	3.6	3.6	0.0
Total AIM: Direct/Partnership	12.1	10.6	-1.5
Total Global Fixed Income	51.6	51.9	0.3
Equities			
Domestic ¹	48.5	83.7	35.2
International	<u>35.9</u>	<u>48.1</u>	<u>12.2</u>
Total Equities	84.4	131.8	47.4
Total Real Estate	8.2	9.3	1.1
	<hr/>	<hr/>	<hr/>
Total Equities & Real Estate	92.6	141.1	48.5
	<hr/>	<hr/>	<hr/>
Total Fund	<u><u>159.9</u></u>	<u><u>207.2</u></u>	<u><u>47.3</u></u>

¹ Included is MDP Investment- LM Capital Investment: Total Book Value=~~\$183.4M~~, Total Market Value=~~\$180.9M~~.

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GROSS PERFORMANCE VS EXPECTED RETURNS

One Year
February 1, 2005 to January 31, 2006

(A)	(B)	(C)	(D)	(E)	(F)
<u>Asset Class</u>	<u>Current Allocation</u>	<u>Asset Return</u>	<u>CalPERS Long-Term Expected Annual Return¹</u>	<u>Expected Standard Deviation</u>	<u>One Standard Deviation Range</u>
Total Cash Equivalents	1.7 %	3.6 %	5.2 %	1.1 %	4.1 - 6.3 %
Total AIM	5.1	29.6	13.5	30.0	-16.5 - 43.5
Total Global Fixed Income	25.0	2.1	6.1	8.0	-1.9 - 14.1
Equities					
Domestic	40.4	12.9	9.6	17.0	-7.4 - 26.6
International	23.2	29.6	9.1	19.5	-10.4 - 28.6
Total Equities	63.6	18.9			
Total Real Estate	4.5	52.4	8.5	14.0	-5.5 - 22.5
Total Fund	100.0	15.9	8.8	12.2	-3.4 - 21.0

¹ Asset Allocation Workshop, October 2004

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When summing net amounts on this report, there may be breakage.

NET PERFORMANCE VS EXPECTED RETURNS

One Year
February 1, 2005 to January 31, 2006

(A)	(B)	(C)	(D)	(E)	(F)
<u>Asset Class</u>	<u>Current Allocation</u>	<u>Asset Return</u>	<u>CalPERS Long-Term Expected Annual Return¹</u>	<u>Expected Standard Deviation</u>	<u>One Standard Deviation Range</u>
Total Cash Equivalents	1.7 %	3.6 %	5.2 %	1.1 %	4.1 - 6.3 %
Total AIM	5.1	29.6	13.5	30.0	-16.5 - 43.5
Total Global Fixed Income	25.0	2.1	6.1	8.0	-1.9 - 14.1
Equities					
Domestic	40.4	12.9	9.6	17.0	-7.4 - 26.6
International	<u>23.2</u>	<u>29.5</u>	9.1	19.5	-10.4 - 28.6
Total Equities	63.6	18.9			
Total Real Estate	4.5	40.8	8.5	14.0	-5.5 - 22.5
Total Fund	<u>100.0</u>	<u>15.4</u>	<u>8.8</u>	<u>12.2</u>	<u>-3.4 - 21.0</u>

¹ Asset Allocation Workshop, October 2004

* Figures for this report are rounded for viewing purposes. Calculations are based on actual values.
When summing net amounts on this report, there may be breakage.

GROSS RETURNS
One Year
February 1, 2005 to January 31, 2006

	(A)	(B)	(C)
<u>Asset Classes</u>	<u>Reported Gross Return</u>	<u>Expenses¹ (Percent)</u>	<u>Net Return (A-B)</u>
Total Cash Equivalents	3.62%	0.00%	3.62%
Total AIM	29.55%	0.00%	29.55%
Total Global Fixed Income	2.13%	0.02%	2.11%
Equities			
Domestic	12.88%	0.03%	12.85%
International	<u>29.56%</u>	<u>0.08%</u>	<u>29.48%</u>
Total Equities	18.91%	0.05%	18.86%
Total Real Estate	52.35%	11.54%	40.81%
	<hr/>	<hr/>	<hr/>
Total Fund	15.94%	0.56%	15.38%

¹ Does not include Real Estate Advisor Fees or External Equity and Fixed Income manager base fees which are already netted out of return. Does include AIM Partnership and Direct Component fees.

CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
CIO REPORT
GROSS RATES OF RETURN
Period Ending January 31, 2006
Investment Committee Meeting March 2006

	MKT VAL (000'S)	One Month Jan 06	QTR Nov - Jan 06	FYTD 05-06	CYTD 2006	1 Year	3 Years	5 Years	10 Years
TOTAL PLAN									
SJ1CA1 TOTAL FUND	207,161,691	3.08	7.41	11.09	3.08	15.94	17.60	5.96	9.37
CALPERS POLICY INDEX		2.84	6.96	9.68	2.84	13.18	15.84	5.01	8.59
ACTUAL WEIGHTED TOTAL FUND INDEX		2.89	7.11	9.75	2.89	13.12	16.09	5.34	8.46
GLOBAL EQUITY									
DOMESTIC									
SH8CA1 TOT DOM EQ+IND HG+ENV EX VENT, HDG, CG	78,784,152	3.43	7.68	10.04	3.43	12.88	18.13	1.74	9.42
WILSHIRE 2500 EX TOBACCO (BLENDED)		3.44	7.58	9.80	3.44	12.68	18.05	1.44	9.05
INTERNATIONAL - EXTERNAL									
SHBCA1 INTL TOT EXT EQ+MDP+IND HG, EX OVLY EX VT	31,329,704	7.09	15.92	25.04	7.09	27.69	30.12	7.26	7.81
SHBKA1 INTL TOT EXT EQ+MDP+IND HG+OVLY EX VT	31,349,533	6.31	15.57	25.10	6.31	29.56	29.23	6.49	8.01
CALPERS FTSE A-W X US/SSGA BLEND		6.83	15.60	24.31	6.83	26.73	29.98	7.16	7.74
INTERNATIONAL - INTERNAL									
SWB3 INTERNAL INTERNATIONAL EQUITY INDEX	14,161,727	6.38	14.05	22.38	6.38				
CALPERS FTSE DEV WORLD EX US & TOBACCO		6.37	14.05	22.23	6.37				
SWCG INTERNATIONAL EQUITY TRANSITION	14,259	12.79	15.68		12.79				
HEDGE FUND INVESTMENTS									
SNLCA1 TOTAL ARS PROGRAM COMPOSITE	2,160,309	3.13	6.19	9.60	3.13	12.94	11.57		
TOTAL ARS PROGRAM BLENDED INDEX		0.64	2.18	4.44	0.64	7.58	11.68		
CORPORATE GOVERNANCE									
SWMKA1 CORPORATE GOVERNANCE	4,132,000	3.27	10.27	15.82	3.27	27.71	31.83	15.70	
CALPERS TOTAL CORP GOV WEIGHTED INDEX		3.69	12.10	21.22	3.69	23.43	25.29	5.77	
MDP DOM FIXED INCOME-NVESTMENTS									
SN1KA1 MDP DOM FIXED INCOME-INVESTMENTS	180,902	0.35	1.44	0.33	0.35	1.72	5.05		
CITIGROUP BROAD INVESTMENT GRADE		0.00	1.43	-0.04	0.00	1.91	3.72	5.59	6.12
GLOBAL FIXED INCOME									
DOMESTIC									
SJDKA1 TOTAL DOM FIXED	45,691,171	-0.10	2.03	0.31	-0.10	3.09	6.88	7.20	7.22
CALPERS CUSTOM LEH LPF		-0.26	1.80	-0.90	-0.26	2.11	5.05	6.75	6.80
INTERNATIONAL									
SJDCA1 TOTAL INTERNATIONAL FIXED INCOME	6,161,277	1.78	1.39	-1.75	1.78	-5.02	7.21	8.02	5.34
CALPERS WORLD GOVT EX US		1.93	1.58	-1.62	1.93	-5.31	6.59	7.84	4.86
CASH EQUIVALENTS									
SJVKA1 TOTAL CASH	3,614,943	0.36	1.06	2.44	0.36	3.62	2.13	2.57	4.25
CALPERS CUSTOM STIF NET OF FEES		0.36	1.04	2.23	0.36	3.37	1.91	2.28	3.93
ALTERNATIVE INVESTMENTS									
SJAIM AIM COMPOSITE	10,593,435	5.55	5.54	13.74	5.55	29.18	16.03	2.92	
SJXKA1 AIM: PARTNERSHIP & DIRECT INVESTMENTS	10,459,973	5.57	5.65	13.85	5.57	29.55	15.99	3.13	13.17
PERS WILSHIRE 2500/CYFU BLEND		1.60	4.87	11.73	1.60	20.16	11.14	-1.40	7.52
SW2V AIM DISTRIBUTION STOCK	133,463	4.86	-2.67	-2.89	4.86	-0.12	20.07	-7.19	
REAL ESTATE									
SW3CA1 CORE REAL ESTATE	5,051,156	0.17	2.82	19.77	0.17	53.06	25.41	18.74	16.66
SW7KA1 TOTAL NON-CORE REAL ESTATE	4,238,385	0.52	6.66	14.67	0.52	42.51	28.29	17.80	16.22
NCREIF PROPERTY 1 QTR LAG INDEX		0.00	4.44	10.02	0.00	19.19	13.04	10.95	11.63

⁽¹⁾ SJXKA1 actual inception 3/90, returns only available since conversion to State Street Bank. Excludes MDP venture accounts in composites SW9C, SWDC.
Private Real Estate valued at prior quarter-end; Public Real Estate valued at current month-end.

CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
CIO REPORT
NET RATES OF RETURN
Period Ending January 31, 2006
Investment Committee Meeting March 2006

	MKT VAL (000'S)	One Month Jan 06	QTR Nov - Jan 06	FYTD 05-06	CYTD 2006	1 Year	3 Years	5 Years	10 Years
TOTAL PLAN									
SJ1CA1 TOTAL FUND	207,161,691	3.08	7.37	10.91	3.08	15.38	17.30	5.73	9.22
CALPERS POLICY INDEX		2.84	6.96	9.68	2.84	13.18	15.84	5.01	8.59
ACTUAL WEIGHTED TOTAL FUND INDEX		2.89	7.11	9.75	2.89	13.12	16.09	5.34	8.46
GLOBAL EQUITY									
DOMESTIC									
SH8CA1 TOT DOM EQ+IND HG+ENV EX VENT, HDG, CG	78,784,152	3.43	7.67	10.03	3.43	12.85	18.11	1.72	9.40
WILSHIRE 2500 EX TOBACCO (BLENDED)		3.44	7.58	9.80	3.44	12.68	18.05	1.44	9.05
INTERNATIONAL - EXTERNAL									
SHBCA1 INTL TOT EXT EQ+MDP+IND HG, EX OVLY EX VT	31,329,704	7.09	15.90	24.99	7.09	27.61	30.05	7.21	7.76
SHBKA1 INTL TOT EXT EQ+MDP+IND HG+OVLY EX VT	31,349,533	6.31	15.54	25.04	6.31	29.48	29.14	6.43	7.96
CALPERS FTSE A-W X US/SSGA BLEND		6.83	15.60	24.31	6.83	26.73	29.98	7.16	7.74
INTERNATIONAL - INTERNAL									
SWB3 INTERNAL INTERNATIONAL EQUITY INDEX	14,161,727	6.38	14.05	22.38	6.38				
CALPERS FTSE DEV WORLD EX US & TOBACCO		6.37	14.05	22.23	6.37				
SWCG INTERNATIONAL EQUITY TRANSITION	14,259	12.79	15.68		12.79				
HEDGE FUND INVESTMENTS									
SNLCA1 TOTAL ARS PROGRAM COMPOSITE	2,160,309	3.12	6.14	9.47	3.12	12.71	11.28		
TOTAL ARS PROGRAM BLENDED INDEX		0.64	2.18	4.44	0.64	7.58	11.68		
CORPORATE GOVERNANCE									
SWMKA1 CORPORATE GOVERNANCE	4,132,000	3.22	10.23	15.77	3.22	27.48	31.21	15.21	
CALPERS TOTAL CORP GOV WEIGHTED INDEX		3.69	12.10	21.22	3.69	23.43	25.29	5.77	
MDP DOM FIXED INCOME-NVESTMENTS									
SN1KA1 MDP DOM FIXED INCOME-INVESTMENTS	180,902	0.35	1.40	0.25	0.35	1.57	4.82		
CITIGROUP BROAD INVESTMENT GRADE		0.00	1.43	-0.04	0.00	1.91	3.72	5.59	6.12
GLOBAL FIXED INCOME									
DOMESTIC									
SJDKA1 TOTAL DOM FIXED	45,691,171	-0.10	2.03	0.30	-0.10	3.08	6.86	7.19	7.22
CALPERS CUSTOM LEH LPF		-0.26	1.80	-0.90	-0.26	2.11	5.05	6.75	6.80
INTERNATIONAL									
SJDCA1 TOTAL INTERNATIONAL FIXED INCOME	6,161,277	1.78	1.37	-1.80	1.78	-5.10	7.14	7.94	5.26
CALPERS WORLD GOVT EX US		1.93	1.58	-1.62	1.93	-5.31	6.59	7.84	4.86
CASH EQUIVALENTS									
SJVKA1 TOTAL CASH	3,614,943	0.36	1.06	2.44	0.36	3.62	2.13	2.57	4.25
CALPERS CUSTOM STIF NET OF FEES		0.36	1.04	2.23	0.36	3.37	1.91	2.28	3.93
ALTERNATIVE INVESTMENTS									
SJAIM AIM COMPOSITE	10,593,435	5.55	5.54	13.72	5.55	29.16	16.01	2.91	
SJXKA1 AIM: PARTNERSHIP & DIRECT INVESTMENTS	10,459,973	5.57	5.65	13.85	5.57	29.55	15.99	3.13	13.17
PERS WILSHIRE 2500/CYFU BLEND		1.60	4.87	11.73	1.60	20.16	11.14	-1.40	7.52
SW2V AIM DISTRIBUTION STOCK	133,463	4.57	-2.94	-4.01	4.57	-1.45	18.95	-8.19	
REAL ESTATE									
SW3CA1 CORE REAL ESTATE	5,051,156	0.17	2.43	16.29	0.17	42.10	21.53	15.96	14.89
SW7KA1 TOTAL NON-CORE REAL ESTATE	4,238,385	0.52	5.36	11.90	0.52	30.67	22.42	13.62	13.40
NCREIF PROPERTY 1 QTR LAG INDEX		0.00	4.44	10.02	0.00	19.19	13.04	10.95	11.63

⁽¹⁾ SJXKA1 actual inception 3/90, returns only available since conversion to State Street Bank. Excludes MDP venture accounts in composites SW9C, SWDC.
Private Real Estate valued at prior quarter-end; Public Real Estate valued at current month-end.

CALPERS INVESTMENT IN CALIFORNIA as of January 31, 2006

(A)	(B)	(C)	(D)	(E)	(F)
				CA Investment as % of Asset Class (D/B)	
<u>Asset Class</u>	<u>Portfolio Value (\$ millions)</u>	<u>California (Commitment/ Investments)¹ (\$ millions)</u>	<u>California Investments (\$ millions)</u>	<u>%</u>	<u>Program Description or Assumption</u>
Real Estate - Mortgages					
AFL-CIO (HIT)	98.2	N/A	62.5	64	Union related mortgage fund
CA Community Mortgage Fund	31.2	31.2	31.2	100	Small commercial and multi-family residential mortgages to economically targeted areas
Commercial (Whole Loans/MBS)	594.5	739.2	739.2	N/A	Commercial whole loans, mortgage backed securities and Great Northern program.
Member Home Loan Program	1,454.9	N/A	N/A	N/A	Housing loans for PERS members (includes \$.89 mill of single family MBS)
Ullico	17.	17.0	17.0	100	No new additional commitments will be issued as of 3/27/98. All commitments issued.
Subtotal	2,195.8	787.4	849.9	39 %	
Core Portfolio					
AFL-CIO (BIT)	131.5	N/A	23.1	18	Union related mortgage funds
CORE - Equity	5,325.3	2,381.1	2,381.1	45	CORE Equity programs
PREES- REITS	457.5	218.9	218.9	48	Public companies
Non-Core Portfolio					
Senior Housing	249.8	64.5	64.5	26	\$200m program approved in 6/00 by Investment Committee, approximately 15-20% of which will be CA based. Program to acquire/develop senior housing facilities throughout the United States. Leverage up to 65% loan to portfolio value for company level distributions. 65% top be used on all acquisition/development going forward.
California Urban Real Estate- (CURE)					
Pacific City Homes	101.2	200.0	101.2	100	Approved 6/01, pending final contract execution, CityHome Partners will focus on developing affordable, for sale, single-family residential communities in urban infill locations throughout California.
Bridge	33.6	100.0	33.6	100	Approved 6/00 by Investment Committee, contract finalized 1/01. Program focusing on early phase capital for the development of affordable housing in urban California. Subsequent to 09/30/02, Bridge invested approximately 11.9 million in the CURE program.
Buchanan Urban Investors	182.2	350.0	182.2	100	Buchanan Urban Investors provides financing for multifamily, industrial, retail, office, mixed use, and storage facilities in urban
CalSmart	148.7	410.0	148.7	100	Program for a broad variety of urban infill development/redevelopment throughout California.
Capri Capital Partners	39.5	135.0	39.5	100	Approved in 06/01 by the Investment Committee. Capri's focus is promoting mezzanine debt for multi-family projects. Subsequent to 09/30/02, Capri invested approximately \$3.9 million in the CURE program.
CIM	220.5	405.0	220.5	100	Approved 6/00 by Investment Committee, contract executed 12/01/00. Program for urban development of street retail and mixed use development/redevelopment properties.
CUIP	394.4	750.0	394.4	100	Urban Infill Investments in California urban areas
Institutional Housing Partners IV	3.6	40.0	3.6	100	Approved in 6/01, IHP will focus on equity investments (development and redevelopment properties) for commercial and multi-family residential and mixed-use projects in infill locations throughout California.
Kennedy Office Development	-18.3	150.0	-18.3	100	Approved 6/00 by Investment Committee. Program for development/redevelopment of urban office, office r&d and industrial properties
Klein Financial Corporation JV	1.4	50.0	1.4	100	CURE-Affordable Multifamily Housing/ 60% Leverage
Legacy Partners	11.3	240.0	11.3	100	CURE-Affordable Multifamily Housing/ 60% Leverage
R Street Residential	20.7	N/A	20.7	100	
Housing					
Acquisition & Development	34.8	34.8	34.8	100	California land acquisition & development program
National Housing	1,534.9	447.9	447.9	29	Program updated as of 10/99. Single family housing/land development nationwide with emphasis on California.
Single Family Housing	64.1	64.1	64.1	100	California Single Family Housing program

CALPERS INVESTMENT IN CALIFORNIA as of January 31, 2006

(A)	(B)	(C)	(D)	(E)	(F)
		California		CA Investment	
	Portfolio	(Commitment/	California	as % of	
Asset Class	Value	Investments) ¹	Investments	Asset Class	
	(\$ millions)	(\$ millions)	(\$ millions)	(D/B)	Program Description or Assumption
Natural Resources					
Agricultural	117.3	92.1	69.1	59	Pacific Vineyard Partners will acquire and develop vineyards for high end wineries. The program will sell off the developed land to interested parties upon full maturity of the vineyards, approximately 7 years. Leverage max 35% loan to portfolio value.
Timber	143.	N/A	N/A	N/A	Timber holdings in conjunction with advisory firms throughout the United States. Up to 40% approved at the discretion of SIO. Most likely will use 35% leverage on all acquisition/development. Up to 25% loan to portfolio value for company level debt, policy allows for up to 40%. Most likely will use 20-25% leverage going forward.
Opportunistic					
DIVCO West	18.1	175.0	1.9	N/A	Opportunity Fund FUND focused on buying distressed high-tech Silicon Valley properties for releasing and repositioning.
Other Opportunistic Real Estate	659.7	200.0	96.9	N/A	
International					
International Real Estate	543.7	N/A	N/A	N/A	International real estate.
Subtotal	<u>10,418.6</u>	<u>6,508.4</u>	<u>4,541.1</u>	<u>44</u> %	Real estate commitment values
SW6KRE - CORE MV Adjustment	-524.4				
SW8KRE - SPECIALIZED MV Adjustment	<u>-622.8</u>				
Total Real Estate	11,467.1	7,295.9	5,391.0	47 %	
AIM: Partnership Component	10,593.4	1,800.0	1,600.0	15	Includes commitments through January 31, 2006
Domestic Equity	83,711.7	10,882.5	10,882.5	13	CA investment assumed to be 13% of total portfolio value
International Equity	<u>48,099.7</u>	<u>0.0</u>	<u>0.0</u>	<u>0</u>	
Total Equities	<u>142,404.8</u>	<u>12,682.5</u>	<u>12,482.5</u>	<u>9</u> %	
Total Real Estate & Equities	153,871.9	19,978.4	17,873.5	12 %	Of total portfolio CA investments in real estate & equities: 8.6%
Cash Equivalents	3,633.2	0.0	0.0	0	On deposit at the Treasurer's Office: \$789.01
Domestic Fixed Income					
Corporate Bonds	19,630.6	457.1	457.1	2	Companies headquartered in CA
Mortgage Pass-Throughs/CMOs	14,786.7	2,517.4	2,517.4	17	CA investment assumed to be 10% GNMA; 20% FNMA; 20% FHLMC; 20% CMO.
External Managed	252.1	0.0	0.0	<u>0</u>	
Treasury Bonds	<u>8,821.9</u>	<u>0.0</u>	<u>0.0</u>	<u>0</u>	
Subtotal	43,495.4	2,974.5	2,974.5	7 %	
International Fixed Income	<u>6,161.3</u>	<u>0.0</u>	<u>0.0</u>	<u>0</u>	
Total Global Fixed Income	49,656.7	2,974.5	2,974.5	6 %	
TOTAL	<u>207,161.7</u>	<u>22,952.9</u>	<u>20,848.0</u>	<u>10</u> %	Outstanding commitments (column E/column C): 11.1%

¹ Total actual investments at market value and outstanding program commitments in California